GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind & Com – M/s. Bharat Electronics Limited (BEL) - Establishment of a defense systems integration complex at Palasamudram (V), Gorantla (M), & Thungodu (V), Somandepalli (M) in Sri Sathya Sai District - Subsequent request of M/s. Bharat Electronics Limited - Approval - Orders – Issued.

INDUSTRIES & COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 195 Dated: 14-10-2025

Read the following;

1. G.O.Ms.No.83, Ind. & Com (P&I) dept., dt:23.05.2025.
2. Minutes of the State Investment Promotion Board (SIPB) meeting held on 08.10.2025

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ORDER:

In the G.O. 1st read above, Government accorded approval for extending certain special package of incentives to M/s. Bharat Electronics Limited for establishment of a defense systems integration complex at Palasamudram (V), Gorantla (M), & Thungodu (V), Somandepalli (M) in Sri Sathya Sai District. Broad framework of the sanctioned incentives are (i) Grant of tailor-made incentives up to 45% capital subsidy on total Fixed Capital Investment of INR 1,400 Cr contingent upon additional investment of INR 1,100 Cr in the proposed project, as per ‘Andhra Pradesh Industrial Development Policy (4.0) 2024-29’ to be disbursed over 15 years. Cumulative investment of INR 2,500 Cr to be completed by March- 2029. (ii) The sale deed for the entire 913.99 acres will be executed upon achieving the committed investment of INR 2,500 crore and the creation of 800 jobs and (iii) In-Principle approval for extension of similar benefit of 45% subsidy to additional investment of INR 1,100 Crore made above INR 1,400 Cr in the given project, provided the additional investment is made within the policy period.

2. The M/s. Bharat Electronics Limited has submitted representation to provide 45% capital subsidy upon investment of INR 1,400 Crore by Mar-2029, Permit execution of sale deed upon investment of INR 1,400 Cr by

March 2029 and Continue in-principle approval of 45% subsidy for additional investments beyond INR 1,400 Cr till Oct 2029.

3. Accordingly, the request of the M/s. Bharat Electronics Limited has been placed before the State Investment Promotion Board (SIPB) meeting held on 08.10.2025 with the recommendations of the State Investment Promotion Committee (SIPC).

4. After careful consideration of the decision of the State Investment Promotion Board (SIPB), Government hereby approves the request of M/s. Bharat Electronics Limited, duly revising the orders issued in the reference 1st cited, as follows, so as to expedite the grounding of the Project in the State of Andhra Pradesh:

a) to provide 45% capital subsidy upon investment of INR 1,400 Crore by March-2029.
b) Execution of sale deed for 913.99 Ac upon investment of INR 1,400 Cr by March-2029
c) In-principle approval of 45% subsidy for additional investments beyond INR 1,400 Cr, made till October-2029.

5. The Director of Industries, the Vice Chairman & Managing Director, APIIC, shall take necessary action accordingly, in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N. YUVARAJ
SECRETARY TO GOVERNMENT

To
The Director of Industries, AP, APIIC tower, Mangalagiri.
The VC&MD, APIIC, APIIC Tower, Mangalagiri.
The District Collector, SSS District.

Copy to:
M/s. Bharat Electronics Limited through APIIC.
The OSD to Secretary to C.M., A.P. Secretariat.
The OSD to Hon'ble Minister (I&C and FP), A.P. Secretariat.
The P.S. to Chief Secretary to Government, A.P. Secretariat.
The P.S. to Secretary to Govt. (I&C), A.P. Secretariat.

The GA(Cabinet) Department (w.r.t. C.R.No.450/2025, dt.08.10.2025)
Sc/Sf(2809021)

//FORWARDED::BY ORDER//

SECTION OFFICER